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Telephone: (201) 536-9220
Attorneys for Defendant Merck & Co., Inc.

### IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEW JERSEY

TAMMA MAHURON,	) Case No.: 07-cv-03118-MLC-TJB
Plaintiff,	)
	) CERTIFICATION OF
V.	) BART A. WHITLEY, ESQ.
MERCK & CO., INC.,	) )
Defendant.	) )

BART A. WHITLEY, ESQ., by way of certification in lieu of affidavit, says:

- 1. I am an attorney duly admitted to practice law in the Courts of the State of New Jersey and the United States District Court for the District of New Jersey. I am an associate with the firm of Hughes Hubbard & Reed LLP, attorneys for defendant Merck & Co., Inc. (hereinafter, "Merck"). As such, I am fully familiar with the facts set forth herein. I submit this certification in support of Merck's Motion to Stay Proceedings Pending Transfer to MDL No. 1789.
- 2. Attached hereto as Exhibit "A" is the Order staying all proceedings pending transfer decision by the Judicial Panel on Multidistrict Litigation in *Potgieter v. Merck & Co., Inc.*, No. 07-cv-00002-DMC-MF (D.N.J. Mar. 15, 2007).
- 3. Attached hereto as Exhibit "B" is the MDL Panel Order, dated June 14, 2007, transferring *Potgieter v. Merck & Co., Inc.*, No. 07-cv-00002-DMC-MF (D.N.J.) to MDL No. 1789.

- 4. Attached hereto as Exhibit "C" is the MDL Panel Order transferring Flores v. Merck & Co., Inc., No. 07-cv-00599-NLH-JS (D.N.J.) to MDL No. 1789.
- 5. Attached hereto as Exhibit "D" is the Order staying all proceedings until issuance of a final decision by the Judicial Panel on Multidistrict Litigation regarding transfer in *Demsky et al. v. Merck & Co., Inc., et al.*, No. 07-2839 (C.D. Cal. June 14, 2007).
- 6. Attached hereto as Exhibit "E" are the Minute Orders dated April 12, 2007 and May 15, 2007 staying all proceedings pending transfer to MDL No. 1789 and denying plaintiff's motion for remand in *Walla. v. Merck & Co., Inc., et al.*, No. 07-C-1864 (N.D. Ill.).
- 7. Attached hereto as Exhibit "F" is the Order denying plaintiffs' motion to remand and staying all proceedings until issuance of a final decision by the Judicial Panel on Multidistrict Litigation regarding transfer in *Bogard v. Merck & Co., Inc, et al.*, No. C-06-6917 SC (N.D. Cal. Feb. 6, 2007).
- 8. Attached hereto as Exhibit "G" is the Order denying plaintiffs' motion to remand and staying all proceedings until issuance of a final decision by the Judicial Panel on Multidistrict Litigation regarding transfer in *Ferraro*, et al. v. Merck & Co., Inc., et al., No. 06-7733 FMC (C.D. Cal. Feb. 2, 2007).
- 9. Attached hereto as Exhibit "H" is the Order denying plaintiff's motion to remand and staying all proceedings until issuance of a final decision by the Judicial Panel on Multidistrict Litigation regarding transfer in *Clayton v. Merck & Co., Inc.*, No. 06-6398 FMC (C.D. Cal. Dec. 7, 2006).

10. Attached hereto as Exhibit "I" is the Order denying plaintiffs' motion to

remand and staying all proceedings until issuance of a final decision by the Judicial Panel

on Multidistrict Litigation regarding transfer in Morris v. Merck & Co., Inc., No. 06-5587

FMC (C.D. Cal. Dec. 6, 2006).

11. Attached hereto as Exhibit "J" is the Order staying all proceedings

pending transfer decision by the Judicial Panel on Multidistrict Litigation in Purdy v.

Merck & Co., Inc., No. 2:06-0223 KS-MTP (S.D. Miss. Nov. 1, 2006).

12. Attached hereto as Exhibit "K" is the Order deferring to rule on plaintiff's

motion to remand subject to a final ruling by the Judicial Panel on Multidistrict Litigation

regarding transfer in Goya v. Merck & Co., Inc., No. 06-2574 (S.D. Cal. Feb. 1, 2007).

I hereby certify that the foregoing statements made by me are true. I am aware

that if any of the foregoing statements made by me are willfully false I am subject to

punishment.

Dated: July 13, 2007

s/ Bart A. Whitley

Bart A. Whitley

# **EXHIBIT A**

Case 2:07-cv-00002-DMC-MF Document 8 Filed 03/16/2007 Page 1 of 1

### IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEW JERSEY

MARY ELLEN POTGIETER,	) Case No.: 07-cv-00002-DMC-MI
Plaintiff,	ORDER STAYING
ν,	PROCEEDINGS PENDING TRANSFER TO MDL NO. 1789
MERCK & CO., INC.,	) TRANSPER TO MEE NO. 1707
Defendant.	_) )

THIS MATTER having been brought before the Court on the motion of defendant to stay proceedings pending transfer to MDL No. 1789; and the Court having considered the submissions of the parties in support of and in opposition to the motion; and for good cause having been shown:

IT IS on this 15 day of Morch, 2007,

ORDERED that defendant's Motion to Stay is GRANTED. This action is stayed pending a transfer decision from the Judicial Panel on Multidistrict Litigation.

Honorable Dennis M. Cavanaugh U.S.D.J.

## **EXHIBIT B**

JUDICIAL PANEL ON MULTIDISTRICT LITIGATION

JUN 1 4 2007

FILED CLERK'S OFFICE

#### DOCKET NO. 1789

### BEFORE THE JUDICIAL PANEL ON MULTIDISTRICT LITIGATION

#### IN RE FOSAMAX PRODUCTS LIABILITY LITIGATION

Mary Ellen Potgieter v. Merck & Co., Inc., D. New Jersey, C.A. No. 2:07-2

BEFORE WM. TERRELL HODGES, CHAIRMAN, D. LOWELL JENSEN, J. FREDERICK MOTZ,\* ROBERT L. MILLER, JR.,\* KATHRYN H. VRATIL, DAVID R. HANSEN\* AND ANTHONY J. SCIRICA, JUDGES OF THE PANEL

#### TRANSFER ORDER

Before the Panel is a motion brought, pursuant to Rule 7.4, R.P.J.P.M.L., 199 F.R.D. 425, 435-36 (2001), by plaintiff in a District of New Jersey action. This plaintiff asks the Panel to vacate its order conditionally transferring the action to the Southern District of New York for inclusion in the coordinated or consolidated pretrial proceedings occurring there in this docket. Lone defendant Merck & Co., Inc., opposes the motion to vacate and urges inclusion of the action in the MDL-1789 proceedings.

On the basis of the papers filed and hearing session held (without oral argument), the Panel finds that this action involves common questions of fact with the actions in this litigation previously transferred to the Southern District of New York, and that transfer of this action to the Southern District of New York for inclusion in the coordinated or consolidated pretrial proceedings in that district will serve the convenience of the parties and witnesses and promote the just and efficient conduct of the litigation. The Panel further finds that transfer of this action is appropriate for reasons expressed by the Panel in its original order directing centralization in this docket. In that order, the Panel held that the Southern District of New York was a proper Section 1407 forum for actions involving allegations that ingestion of Fosamax, a prescription medication used in the treatment of osteoporosis, caused adverse effects, in particular, osteonecrosis of the jaw. See In re Fosamax Products Liability Litigation, 444 F.Supp.2d 1347 (J.P.M.L. 2006). Plaintiff's motion for remand to state court can be presented to and decided by the transferee court. See, e.g., In re Ivy, 901 F.2d 7 (2nd Cir. 1990); In re Prudential Insurance Company of America Sales Practices Litigation, 170 F.Supp.2d 1346, 1347-48 (J.P.M.L. 2001).

Judges Motz, Miller and Hansen took no part in the decision of this matter.

IT IS THEREFORE ORDERED that, pursuant to 28 U.S.C. § 1407, this action is transferred to the Southern District of New York and, with the consent of that court, assigned to the Honorable John F. Keenan for inclusion in the coordinated or consolidated pretrial proceedings occurring there in this docket.

FOR THE PANEL:

Wm. Terrell Hodges Chairman

# **EXHIBIT C**

Page 1 of 1 JUDICIAL PANEL ON MULTIDISTRICT LITIGATION

MAR - 7 2007

FILED CLERK'S OFFICE

DOCKET NO. 1789

#### BEFORE THE JUDICIAL PANEL ON MULTIDISTRICT LITIGAT

#### IN RE FOSAMAX PRODUCTS LIABILITY LITIGATION

Debra Flores v. Merck & Co., Inc., et al., D. New Jersey, C.A. No. 1:07-599

#### CONDITIONAL TRANSFER ORDER (CTO-15)

On August 16, 2006, the Panel transferred four civil actions to the United States District Court for the Southern District of New York for coordinated or consolidated pretrial proceedings pursuant to 28 U.S.C. § 1407. See 444 F.Supp.2d 1347 (J.P.M.L. 2006). Since that time, 38 additional actions have been transferred to the Southern District of New York. With the consent of that court, all such actions have been assigned to the Honorable John F. Keenan.

It appears that the actions on this conditional transfer order involve questions of fact that are common to the actions previously transferred to the Southern District of New York and assigned to Judge Keenan.

Pursuant to Rule 7.4 of the Rules of Procedure of the Judicial Panel on Multidistrict Litigation, 199 F.R.D. 425, 435-36 (2001), this action is transferred under 28 U.S.C. § 1407 to the Southern District of New York for the reasons stated in the order of August 16, 2006, and, with the consent of that court, assigned to the Honorable John F. Keenan.

This order does not become effective until it is filed in the Office of the Clerk of the United States District Court for the Southern District of New York. The transmittal of this order to said Clerk shall be stayed 15 days from the entry thereof. If any party files a notice of opposition with the Clerk of the Panel within this 15-day period, the stay will be continued until further order of the Panel.

Inasmuch as no objection is pending at this time, the stay is lifted.

MAR 2 3 2007

CLERK'S OFFICE JUDICIAL PANEL ON MULTIDISTRICT LITIGATION FOR THE PANEL:

CYerk of the Pancl

A CERTIFIED COPY

J. MICHAEL McMAHON.

# **EXHIBIT D**

The Court has considered the documents submitted in connection with the motions and deems this matter appropriate for decision without oral argument. See Fed. R. Civ. P. 78, Local Rule 7-15. Accordingly, the hearings set for June 18, 2007, and

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July 2, 2007, are removed from the Court's calendar. For the reasons and in the manner set forth below, the Court **GRANTS** Defendant's Motion to Stay and **DENIES** Plaintiffs' Motion to Remand without prejudice to the filing of a renewed motion in the event that the Judicial Panel on Multidistrict Litigation (JPML) does not transfer this case to Multidistrict Litigation (MDL) No. 1789, *In Re: Fosamax Prods. Liab. Litig.* 

#### FACTUAL BACKGROUND AND PROCEDURAL HISTORY

Plaintiffs took the prescription drug Fosamax, which is manufactured and sold by Defendant Merck & Co., Inc. (Merck) and distributed by Defendant McKesson Corporation (McKesson). Plaintiffs filed their Complaint in the Superior Court for the State of California, County of Los Angeles, on April 18, 2007. Plaintiffs allege, inter alia, that Defendants misrepresented (affirmatively and through a failure to warn) that Fosamax was a safe and effective treatment for osteoporosis, Paget's Disease, and other conditions. Plaintiffs further allege that, as a proximate result of ingesting Fosamax, they have been permanently and severely injured.

On April 30, 2007, Defendant Merck removed the action to this Court on the basis of diversity under 28 U.S.C. § 1332, alleging that Defendant McKesson, a California citizen, is fraudulently joined. In their motion to remand, Plaintiffs argue that joinder was proper. In its Motion for Stay, Merck maintains that resolution of the question of the propriety of Plaintiffs' joinder of McKesson should be deferred pending transfer of this action to the MDL proceedings in *In Re Fosamax Prods*. *Liab. Litig.*, and that all other proceedings in this action should be stayed until such time.

#### STANDARD OF LAW

"A trial court may, with propriety, find it is efficient for its own docket and the fairest course for the parties to enter a stay of an action before it, pending resolution of independent proceedings which bear upon the case." Leyva v. Certified Grocers

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of California, Ltd., 593 F.2d 857, 863 (9th Cir. 1979); see also Landis v. North American Co., 299 U.S. 248, 254, 81 L. Ed. 153, 57 S. Ct. 163 (1936) ("[T]he power to stay proceedings is incidental to the power inherent in every court to control the disposition of the causes on its docket with economy of time and effort for itself, for counsel, and for litigants.").

#### DISCUSSION

A stay of all proceedings until such time as the JPML renders its final decision regarding transfer is in the interest of judicial economy. A steady succession of cases involving the drug Fosamax are being filed in this district and other districts throughout the country and are awaiting transfer to the MDL proceedings. Given the similarity of this litigation to other recent pharmaceutical products liability litigation, the Court finds that there are likely to be many more cases (in this district or otherwise) that present the precise question of the propriety of joinder of Defendant McKesson and/or other "distributor" defendants. Consideration of Plaintiffs' remand motion by this Court at this juncture would therefore run the risk of inconsistent 16 rulings among different judges in different districts and/or would constitute an Inefficient use of judicial resources. Cf. Stempien v. Eli Lilly & Co., 2006 U.S. Dist. LEXIS 28408 \*4 (N.D. Cal. 2006) ("[E]ven if the Court were to grant Plaintiffs' motion to relate all Zyprexa cases naming McKesson Corporation in this district, judges in other California districts would nonetheless have to decide the issue, thus 21 resulting in unnecessarily duplicative litigation, an inefficient use of judicial 22 resources, and the risk of inconsistent results.").

<sup>&</sup>lt;sup>1</sup> According to the JPML website, there are now 154 actions pending in MDL No. 1789, In Re: Fosamax Prods. Liab. Litig. See http://www.jpml.uscourts.gov/ (follow "Pending MDLs," then "Distribution of Pending MDL Dockets").

**CONCLUSION** Based on the foregoing, Defendant Merck & Co., Inc.'s Motion to Stay Proceedings (docket no. 14) is GRANTED. Proceedings in this case are STAYED until issuance of a final decision by the JPML regarding transfer or for sixty (60) days, whichever is earlier. Plaintiffs' Motion to Remand (docket no. 11) is **DENIED** without prejudice to the filing of a renewed motion if transfer is denied. IT IS SO ORDERED. Dated: June 14, 2006 

## **EXHIBIT E**

### **United States District Court, Northern District of Illinois**

Name of Assigned Judge or Magistrate Judge	Ruben Castillo	Sitting Judge if Other than Assigned Judge	
CASE NUMBER	07 C 1864	DATE	4/12/2007
CASE TITLE	Wal	la vs. Merck & Co., Inc	et al

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Defendant Merck & Co., Inc.'s motion to stay all proceedings before this Court is granted. Motion hearing
set for 4/19/2007 is vacated. After a careful review of the pleadings in this recently removed lawsuit, this
Court hereby dismisses said state court complaint without prejudice to the pending transfer to MDL No. 1789
and the filing of an appropriate amended federal complaint or motion to remand before the transferee judge.

		DL
	Courtroom Deputy	17L
	Initials:	
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#### Casase07:48-01:07298211-93-H Depolition 1:24-3 Filestics 12:072920000 Pagados 18 45 45

## UNITED STATES DISTRICT COURT FOR THE Northern District of Illinois – CM/ECF LIVE, Ver 3.0 Eastern Division

Dianne Walla

Plaintiff,

v.

Case No.: 1:07-cv-01864

Honorable Ruben Castillo

Merck & Co., Inc., et al.

Defendant.

#### NOTIFICATION OF DOCKET ENTRY

This docket entry was made by the Clerk on Tuesday, May 15, 2007:

MINUTE entry before Judge Ruben Castillo: Motion hearing held on 5/15/2007. Plaintiff's motion for remand [18] is denied without prejudice to its renewal before the transferee judge. Mailed notice(rao,)

**ATTENTION:** This notice is being sent pursuant to Rule 77(d) of the Federal Rules of Civil Procedure or Rule 49(c) of the Federal Rules of Criminal Procedure. It was generated by CM/ECF, the automated docketing system used to maintain the civil and criminal dockets of this District. If a minute order or other document is enclosed, please refer to it for additional information.

For scheduled events, motion practices, recent opinions and other information, visit our web site at www.ilnd.uscourts.gov.

# EXHIBIT F

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27 28 UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA

JENNIFER BOGARD and ROBERT BOGARD, )
)

Plaintiffs,

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MERCK & CO., INC., a New Jersey Corporation; McKESSON CORPORATION, a Delaware Corporation; DOES 1-50, inclusive,

Defendants.

No. C-06-6917 SC

ORDER GRANTING
DEFENDANT'S MOTION TO
STAY AND DENYING
PLAINTIFFS' MOTION TO
REMAND

#### I. INTRODUCTION

Upon removing this action to federal court, Defendant Merck & Co., Inc. ("Merck") filed a Notice of Pendency of Other Proceeding and a Motion to Stay the Proceedings. See Docket Nos. 1, 3, 5.

Defendant seeks the stay in order to give the Judicial Panel on Multidistrict Litigation ("JPML") the opportunity to transfer the case to Multidistrict Litigation No. 1789, In Re: Fosamax Prods.

Liab. Litig. Plaintiffs Jennifer and Robert Bogard opposed

Merck's motion and filed a Motion to Remand. See Docket Nos. 9

and 10. For the reasons stated herein, the Court GRANTS

Defendant's Motion to Stay and DENIES Plaintiffs' Motion to Remand without prejudice.

#### II. BACKGROUND

Plaintiff Jennifer Bogard alleges that she ingested and was

injured by the prescription drug Fosamax, which is manufactured by Merck and marketed, distributed, and sold by Defendant McKesson Corporation ("McKesson"). See Complaint, Docket No. 10. Plaintiffs filed suit in the California Superior Court for the County of San Francisco. See Docket No. 10. Merck removed the case to federal court on the basis of diversity jurisdiction, 28 U.S.C. § 1332, alleging that McKesson, a California citizen, was fraudulently joined. See Docket No. 1.

#### III. LEGAL STANDARD

"[T]he power to stay proceedings is incidental to the power inherent in every court to control the disposition of the causes on its docket with economy of time and effort for itself, for counsel, and for litigants." Landis v. North American Co., 299 U.S. 248, 254 (1936). "A trial court may, with propriety, find it is efficient for its own docket and the fairest course for the parties to enter a stay of an action before it, pending resolution of independent proceedings which bear upon the case." Leyva v. Certified Grocers of California, Ltd., 593 F.2d 857, 863 (9th Cir. 1979).

#### IV. DISCUSSION

Appropriate grounds for transferring a case to multidistrict litigation include promoting "the just and efficient conduct of such actions." 28 U.S.C. § 1407(a). The issue of whether McKesson was fraudulently joined in order to destroy federal jurisdiction is identical to that posed in other Fosamax cases.

Case 3:06-cv-06917-SC Document 26 Filed 02/07/2007 Page

See Tanzer Decl., Docket No. 17 (including an order from Morris v. Merck & Co., Inc. et al., a case from the Central District of California addressing the same issue and concluding that a stay was appropriate). As the Morris court and others have concluded, consideration of Plaintiffs' Motion to Remand and the issue of fraudulent joinder outside the JPML would foster "unnecessarily duplicative litigation, an inefficient use of judicial resources, and the risk of inconsistent results." Stempien v. Eli Lilly and Co., 2006 WL 1214836, at \*1 (N.D. Cal., May 4, 2006) (discussing the potentially fraudulent joinder of McKesson in the Zyprexa litigation). In the interests of judicial economy, the best results will be obtained by referring the case to Multidistrict Litigation No. 1789, In Re: Fosamax Prods. Liab. Litig. for resolution of this issue in coordinated pretrial proceedings.

#### V. CONCLUSION

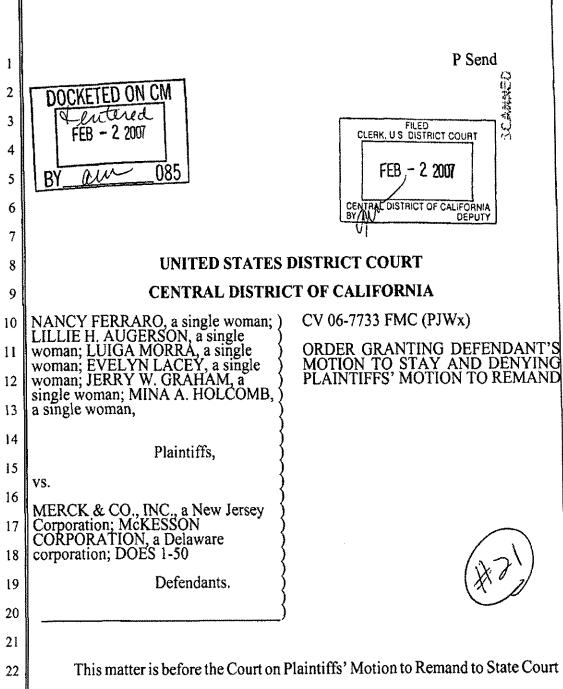
The Court GRANTS Defendant's Motion to Stay. All proceedings in this case are STAYED until issuance of a final decision by the JPML regarding transfer or for sixty (60) days, whichever is earlier. In addition, the Court DENIES Plaintiffs' Motion to Remand without prejudice to re-file in the event transfer is unsuccessful.

IT IS SO ORDERED.

Dated: February 6, 2007

UNITED STATES DISTRICT JUDGE

# EXHIBIT G



This matter is before the Court on Plaintiffs' Motion to Remand to State Court (docket no. 11), and Defendant Merck & Co., Inc.'s Motion to Stay Proceedings (docket no. 14), filed on January 4, 2007, and January 11, 2007, respectively. The Court has considered the moving and opposition documents submitted in connection with the motions. The Court deems this matter appropriate for decision without oral argument. See Fed. R. Civ. P. 78, Local Rule 7-15. Accordingly, the hearing set for

February 5, 2007, is removed from the Court's calendar. For the reasons and in the manner set forth below, the Court GRANTS Defendant's Motion to Stay and DENIES Plaintiffs' Motion to Remand without prejudice to the filing of a renewed motion in the event that the Judicial Panel on Multidistrict Litigation ("JPML") does not transfer this case to Mutlidistrict Litigation ("MDL") No. 1789, In Re: Fosamax Prods. Liab. Litig.

#### FACTUAL BACKGROUND AND PROCEDURAL HISTORY

Plaintiffs Nancy Ferraro, Lillie H. Augerson, Luiga Morra, Evelyn Lacey, Jerry W. Graham, and Mina A. Holcomb took the prescription drug Fosamax, which is manufactured and sold by Defendant Merck & Co., Inc. ("Merck") and distributed by Defendant McKesson Corporation ("McKesson"). Plaintiffs filed their Complaint in the Superior Court for the State of California, County of Los Angeles, on December 1, 2006. Plaintiffs allege, *inter alia*, that Defendants misrepresented (affirmatively and through a failure to warn) that Fosamax was a safe and effective treatment for osteoporosis, Paget's Disease, and other conditions. Plaintiffs further allege that, as a proximate result of ingesting Fosamax, they have been permanently and severely injured.

On December 6, 2006, Defendant Merck removed the action to this Court on the basis of diversity under 28 U.S.C. § 1332, alleging that Defendant McKesson, a California citizen, is fraudulently joined. In their motion to remand, Plaintiffs argue that joinder was proper. In its Opposition to the motion and in its separate Motion for Stay, Merck maintains that resolution of the question of the propriety of Plaintiffs' joinder of McKesson should be deferred pending transfer of this action to the MDL proceedings in *In Re Fosamax Prods. Liab. Litig.*, and that all other

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proceedings in this action should be stayed until such time. McKesson joins in Merck's Opposition to the motion to remand and in the Motion to Stay in all respects.

#### STANDARD OF LAW

"A trial court may, with propriety, find it is efficient for its own docket and the fairest course for the parties to enter a stay of an action before it, pending resolution of independent proceedings which bear upon the case." Leyva v. Certified Grocers of California, Ltd., 593 F.2d 857, 863 (9th Cir. 1979); see also Landis v. North American Co., 299 U.S. 248, 254, 81 L. Ed. 153, 57 S. Ct. 163 (1936) ("[T]he power to stay proceedings is incidental to the power inherent in every court to control the disposition of the causes on its docket with economy of time and effort for itself, for counsel, and for litigants.").

#### **DISCUSSION**

A stay of all proceedings until such time as the JPML renders its final decision regarding transfer is in the interest of judicial economy. A steady succession of cases involving the drug Fosamax are being filed in this district and other districts 17 throughout the country and are awaiting transfer to the MDL proceedings.<sup>2</sup> Given 18 the similarity of this litigation to other recent pharmaceutical products liability litigation, the Court finds that there are likely to be many more cases (in this district or otherwise) which present the precise question of the propriety of joinder of

Pursuant to Rule 7.4 of the Rules of Procedure of the Judicial Panel on Multidistrict Litigation, the JMPL issued a Conditional Transfer Order on December 27, 2006. Plaintiffs were 23 required to file a Motion to Vacate that Order on or before January 25, 2007. See Request for Judicial Notice in Support of Merck & Co., Inc.'s Opposition to Plaintiff's Motion to Remand, Exhibits 3-4.

<sup>&</sup>lt;sup>2</sup> According to the JPML website, there are now 77 actions pending in MDL No. 1789, In Re: 26 Fosamax Prods. Liab. Litig. See http://www.jpml.uscourts.gov/Pending\_MDLs/pending\_mdls. html (follow "Distribution of Pending MDL Dockets").

Defendant McKesson and/or other "distributor" defendants.<sup>3</sup> Consideration of Plaintiffs' remand motion by this Court at this juncture would therefore runth the risk of inconsistent rulings between different judges in different districts and/or would constitute an inefficient use of judicial resources. Cf. Stempien v. Eli Lilly & Co., 2006 U.S. Dist. LEXIS 28408 \*4 (N.D. Cal. 2006) ("[E]ven if the Court were to grant Plaintiffs' motion to relate all Zyprexa cases naming McKesson Corporation in this district, judges in other California districts would nonetheless have to decide the issue, thus resulting in unnecessarily duplicative litigation, an inefficient use of judicial resources, and the risk of inconsistent results.").

#### **CONCLUSION**

Based on the foregoing, Defendant Merck & Co., Inc.'s Motion to Stay Proceedings (docket no. 14) is **GRANTED**. Proceedings in this case are STAYED until issuance of a final decision by the JPML regarding transfer or for sixty (60) days, whichever is earlier.

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<sup>&</sup>lt;sup>3</sup>As Defendants point out, two Fosamax cases which name both Merck and McKesson as Defendants were recently removed (by Merck) to the district courts for the Northern and Southern Districts of California. See Request for Judicial Notice in Support of Defendant Merck & Co., Inc.'s Reply Memorandum in Support of Motion to Stay Proceedings, Exhibit 3. The Court takes judicial notice of the fact that Merck is raising the same issues of fraudulent joinder in those cases and has filed a similar motion to stay proceedings pending possible transfer to the MDL action in the Northern District case. See Fed. R. Civ. P. 201; United States ex. rel. Robinson Rancheria Citizens Council v. Borneo, Inc., 971 F.2d 244, 248 (9th Cir. 1992) (court may take judicial notice of 'proceedings in other courts, both within and without the federal judicial system, if those proceedings have a direct relation to matters at issue.").

Plaintiffs' Motion to Remand (docket no. 11) is **DENIED** without prejudice to the filing of a renewed motion if transfer is denied. IT IS SO ORDERED. Dated: February \_\_\_\_\_, 2006 

## **EXHIBIT H**

1 2 3 FRED CLERK, U.S. DISTRICT COUR 4 DEC - 7 2006 5 BAL DISTRICT OF CALIFORNIA 6 7 UNITED STATES DISTRICT COURT 8 CENTRAL DISTRICT OF CALIFORNIA 9 CV 06-6398 FMC (PJWx) ANNE E. CLAYTON, 10 ORDER GRANTING DEFENDANT'S MOTION TO STAY AND DENYING PLAINTIFF'S MOTION TO REMAND 11 Plaintiff, 12 YS. 13 MERCK & CO., INC., a New Jersey Corporation; McKESSON CORPORATION, a Delaware corporation; DOES 1-50 14 entered 15 DFC - 7 2006 Defendants. 16 085 B١ 17 18 This matter is before the Court on Plaintiff's Motion to Remand to State 19 Court (docket no. 10), and Defendant Merck & Co., Inc.'s Motion to Stay 20 Proceedings (docket no. 12), filed on November 3, 2006 and November 8, 2006, 21

This matter is before the Court on Plaintiff's Motion to Remand to State Court (docket no. 10), and Defendant Merck & Co., Inc.'s Motion to Stay Proceedings (docket no. 12), filed on November 3, 2006 and November 8, 2006, respectively. The Court has considered the moving, opposition and reply documents submitted in connection with the motions. The Court deems this matter appropriate for decision without oral argument. See Fed. R. Civ. P. 78, Local Rule 7-15. Accordingly, the hearing set for December 11, 2006, is removed from the Court's calendar. For the reasons and in the manner set forth below, the Court GRANTS Defendant's Motion to Stay and DENIES Plaintiff's

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Motion to Remand without prejudice to the filing of a renewed motion in the event that the Judicial Panel on Multidistrict Litigation ("JPML") does not transfer this case to Multidistrict Litigation ("MDL") No. 1789, In Re: Fosamax Prods. Liab. Litig.

#### FACTUAL BACKGROUND AND PROCEDURAL HISTORY

Plaintiff, Anne E. Clayton, took the prescription drug Fosamax, which is manufactured and sold by Defendant Merck & Co., Inc. ("Merck") and distributed by Defendant McKesson Corporation ("McKesson"). Plaintiff filed her Complaint in the Superior Court for the State of California, County of Los Angeles, on September 28, 2006. Plaintiff alleges, *inter alia*, that Defendants misrepresented (affirmatively and through a failure to warn) that Fosamax was a safe and effective treatment for osteoporosis, Paget's Disease and other conditions. Plaintiff further alleges that, as a proximate result of injesting Fosamax, she has been permanently and severely injured.

On October 6, 2006, Defendant Merck removed the action to this Court on the basis of diversity under 28 U.S.C. § 1332, alleging that Defendant McKesson, a California citizen, is fraudulently joined. In her motion to remand, Plaintiff argues that joinder was proper. In its Opposition to the motion and in its separate Motion for Stay, Merck maintains that resolution of the question of the propriety of Plaintiff's joinder of McKesson should be deferred pending transfer of this action to the MDL proceedings in In Re Fosamax Prods. Liab. Litig., and that all other proceedings in this action should be stayed until such time. 

McKesson joins in Merck's Opposition to the motion to remand and the Motion

<sup>&</sup>lt;sup>1</sup>Pursuant to Rule 7.4 of the Rules of Procedure of the Judicial Panel on Multidistrict Litigation, the JMPL issued a Conditional Transfer Order on November 2, 2006. Plaintiff's Motion to Vacate that Order is currently pending. *See* Request for Judicial Notice in Support of Merck & Co., Inc.'s Opposition to Plaintiff's Motion to Remand, Exhibits 1-2.

to Stay in all respects.

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#### STANDARD OF LAW

"A trial court may, with propriety, find it is efficient for its own docket and the fairest course for the parties to enter a stay of an action before it, pending resolution of independent proceedings which bear upon the case." Leyva v. Certified Grocers of California, Ltd., 593 F.2d 857, 863 (9th Cir. 1979); see also Landis v. North American Co., 299 U.S. 248, 254, 81 L. Ed. 153, 57 S. Ct. 163 (1936) ("[T]he power to stay proceedings is incidental to the power inherent in every court to control the disposition of the causes on its docket with economy of time and effort for itself, for counsel, and for litigants.").

#### DISCUSSION

A stay of all proceedings until such time as the JPML renders its final decision regarding transfer is in the interest of judicial economy. A steady succession of cases involving the drug Fosamax are being filed in this district and other districts throughout the country and are awaiting transfer to the MDL proceedings.<sup>2</sup> Given the similarity of this litigation to other recent pharmaceutical products liability litigation, the Court finds that there are likely to be many more cases (in this district or otherwise) which present the precise question of the propriety of joinder of Defendant McKesson and/or other "distributor" defendants.<sup>3</sup> Consideration of Plaintiff's remand motion by this

<sup>&</sup>lt;sup>2</sup> According to the JPML website, there are now 58 actions pending in MDL No. 1789, *In Re: Fosamax Prods. Liab. Litig. See* http://www.jpml.uscourts.gov/Pending\_MDLs/pending\_mdls. html (follow "Distribution of Pending MDL Dockets").

<sup>&</sup>lt;sup>3</sup>As Defendants point out, two Fosamax cases which name both Merck and McKesson as Defendants were recently removed (by Merck) to the district courts for the Northern and Southern Districts of California. See Request for Judicial Notice in Support of Defendant Merck & Co., Inc.'s Reply Memorandum in Support of Motion to Stay Proceedings, Exhibits 2-3. The Court takes judicial notice of the fact that Merck is raising the same issues of fraudulent joinder in those cases

Court at this juncture would therefore run the risk of inconsistent rulings between different judges in different districts and/or would constitute an inefficient use of judicial resources. Cf. Stempien v. Eli Lilly & Co., 2006 U.S. Dist. LEXIS 28408 \*4 (N.D. Cal. 2006) ("[E]ven if the Court were to grant Plaintiffs' motion to relate all Zyprexa cases naming McKesson Corporation in this district, judges in other California districts would nonetheless have to decide the issue, thus resulting in unnecessarily duplicative litigation, an inefficient use of judicial resources, and the risk of inconsistent results."). CONCLUSION Based on the foregoing, Defendant Merck & Co., Inc.'s Motion to Stay Proceedings (docket no. 12) is GRANTED. Proceedings in this case are STAYED until issuance of a final decision by the JPML regarding transfer or for sixty (60) days, whichever is earlier. Plaintiff's Motion to Remand (docket no. 10) is DENIED without prejudice to the filing of a renewed motion if transfer is denied. IT IS SO ORDERED. Grence Mario Coope

FLORENCE MARIE COOPER, JUDGE UNITED STATES DISTRICT COURT

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and has filed a similar motion to stay proceedings pending possible transfer to the MDL action in the Northern District case. See Fed. R. Civ. P. 201; United States ex. rel. Robinson Rancheria Citizens Council v. Borneo, Inc., 971 F.2d 244, 248 (9th Cir. 1992) (court may take judicial notice of "proceedings in other courts, both within and without the federal judicial system, if those proceedings have a direct relation to matters at issue.").

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## **EXHIBIT I**

CLERK, U.S DISTRICT COURT

DEC - 6 2006

CENTRAL DISTRICT OF CALIFORNIA DEPUTY

## UNITED STATES DISTRICT COURT CENTRAL DISTRICT OF CALIFORNIA

EDWARD A. MORRIS and RUTH P.) MORRIS, husband and wife; HELEN ) F. TRACY, a single woman; JUDY C.) PENN and BUDDY W. PENN, wife and husband,

CV 06-5587 FMC (PJWx)

ORDER GRANTING DEFENDANT'S MOTION TO STAY AND DENYING PLAINTIFFS' MOTION TO REMAND

Plaintiffs,

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MERCK & CO., INC., a New Jersey Corporation; McKESSON CORPORATION, a Delaware corporation; DOES 1-50 DOCKETED ON CM Fentered DEC - 6 2006 BYW 085

Defendants.

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This matter is before the Court on Plaintiffs' Motion to Remand to State Court (docket no. 18), and Defendant Merck & Co., Inc.'s Motion to Stay Proceedings (docket no. 23), filed on October 26, 2006 and November 6, 2006, respectively. The Court has considered the moving, opposition and reply documents submitted in connection with the motions. The Court deems this matter appropriate for decision without oral argument. See Fed. R. Civ. P. 78, Local Rule 7-15. Accordingly, the hearing set for December 11, 2006, is

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removed from the Court's calendar. For the reasons and in the manner set forth below, the Court GRANTS Defendant's Motion to Stay and DENIES Plaintiffs' Motion to Remand without prejudice to the filing of a renewed motion in the event that the Judicial Panel on Multidistrict Litigation ("JPML") does not transfer this case to Mutlidistrict Litigation ("MDL") No. 1789, In Re: Fosamax Prods. Liab. Litig.

FACTUAL BACKGROUND AND PROCEDURAL HISTORY

Plaintiffs Edward A Morris Helen F. Tracy and Judy C. Penn took the

Plaintiffs Edward A. Morris, Helen F. Tracy and Judy C. Penn took the prescription drug Fosamax, which is manufactured and sold by Defendant Merck & Co., Inc. ("Merck") and distributed by Defendant McKesson Corporation ("McKesson"). Plaintiffs filed their Complaint in the Superior Court for the State of California, County of Los Angeles, on August 16, 2006. Plaintiffs allege, *inter alia*, that Defendants misrepresented (affirmatively and through a failure to warn) that Fosamax was a safe and effective treatment for osteoporosis, Paget's Disease and other conditions. Plaintiffs further allege that, as a proximate result of injesting Fosamax, they have been permanently and severely injured. Co-Plaintiffs Ruth P. Morris and Buddy W. Penn are bringing separate claims for loss of consortium.

On September 6, 2006, Defendant Merck removed the action to this Court on the basis of diversity under 28 U.S.C. § 1332, alleging that Defendant McKesson, a California citizen, is fraudulently joined. In their motion to remand, Plaintiffs argue that joinder was proper. In its Opposition to the motion and in its separate Motion for Stay, Merck maintains that resolution of the question of the propriety of Plaintiffs' joinder of McKesson should be deferred pending transfer of this action to the MDL proceedings in *In Re Fosamax Prods*. *Liab. Litig.*, and that all other proceedings in this action should be stayed until

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such time. McKesson joins in Merck's Opposition to the motion to remand and the Motion to Stay in all respects.

#### STANDARD OF LAW

"A trial court may, with propriety, find it is efficient for its own docket and the fairest course for the parties to enter a stay of an action before it, pending resolution of independent proceedings which bear upon the case." Leyva v. Certified Grocers of California, Ltd., 593 F.2d 857, 863 (9th Cir. 1979); see also Landis v. North American Co., 299 U.S. 248, 254, 81 L. Ed. 153, 57 S. Ct. 163 (1936) ("[T]he power to stay proceedings is incidental to the power inherent in every court to control the disposition of the causes on its docket with economy of time and effort for itself, for counsel, and for litigants.").

#### DISCUSSION

A stay of all proceedings until such time as the JPML renders its final decision regarding transfer is in the interest of judicial economy. A steady succession of cases involving the drug Fosamax are being filed in this district and other districts throughout the country and are awaiting transfer to the MDL proceedings.<sup>2</sup> Given the similarity of this litigation to other recent pharmaceutical products liability litigation, the Court finds that there are likely to be many more cases (in this district or otherwise) which present the precise question of the propriety of joinder of Defendant McKesson and/or other

<sup>&</sup>lt;sup>1</sup>Pursuant to Rule 7.4 of the Rules of Procedure of the Judicial Panel on Multidistrict Litigation, the JMPL issued a Conditional Transfer Order on September 22, 2006. Plaintiffs' Motion to Vacate that Order is currently pending. See Request for Judicial Notice in Support of Merck & Co., Inc.'s Motion to Stay Proceedings, Exhibits 1-2.

<sup>&</sup>lt;sup>2</sup> According to the JPML website, there are now 58 actions pending in MDL No. 1789, In Re: Fosamax Prods. Liab. Litig. See http://www.jpml.uscourts.gov/Pending\_MDLs/pending\_mdls. html (follow "Distribution of Pending MDL Dockets").

"distributor" defendants.3 Consideration of Plaintiffs' remand motion by this Court at this juncture would therefore run the risk of inconsistent rulings between different judges in different districts and/or would constitute an inefficient use of judicial resources. Cf. Stempien v. Eli Lilly & Co., 2006 U.S. Dist. LEXIS 28408 \*4 (N.D. Cal. 2006) ("[E]ven if the Court were to grant Plaintiffs' motion to relate all Zyprexa cases naming McKesson Corporation in this district, judges in other California districts would nonetheless have to decide the issue, thus resulting in unnecessarily duplicative litigation, an inefficient use of judicial resources, and the risk of inconsistent results."). CONCLUSION Based on the foregoing, Defendant Merck & Co., Inc.'s Motion to Stay Proceedings (docket no. 23) is GRANTED. Proceedings in this case are

STAYED until issuance of a final decision by the JPML regarding transfer or for sixty (60) days, whichever is earlier.

Plaintiffs' Motion to Remand (docket no. 18) is DENIED without prejudice to the filing of a renewed motion if transfer is denied.

IT IS SO ORDERED.

December 6, 2006

FLORENCE MARIE COOPER, JUDGE UNITED STATES DISTRICT COURT

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<sup>3</sup>As Defendants point out, two Fosamax cases which name both Merck and McKesson as Defendants were recently removed (by Merck) to the district courts for the Northern and Southern Districts of California. See Request for Judicial Notice in Support of Defendant Merck & Co., Inc.'s Reply Memorandum in Support of Motion to Stay Proceedings, Exhibits 1-2. The Court takes judicial notice of the fact that Merck is raising the same issues of fraudulent joinder those cases and has filed a similar motion to stay proceedings pending possible transfer to the MDL action in the Northern District case. See Fed. R. Civ. P. 201; United States ex. rel. Robinson Rancheria Citizens Council v. Borneo, Inc., 971 F.2d 244, 248 (9th Cir. 1992) (court may take judicial notice of "proceedings in other courts, both within and without the federal judicial system, if those proceedings have a direct relation to matters at issue.").

## **EXHIBIT J**

#### UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF MISSISSIPPI HATTIESBURG DIVISION

JENNIE PURDY, ET AL.

**PLAINTIFFS** 

**VERSUS** 

CIVIL ACTION NO. 2:06-cv-223-KS-MTP

MERCK & COMPANY, INC., ET AL.

**DEFENDANTS** 

#### **ORDER**

Pending before the Court is Merck's Motion to Stay Pending Transfer to MDL No. 1789

[7]. Additionally, Plaintiff has filed a Motion to Remand [8] thereby requiring a stay under the local rules.

IT IS, THEREFORE, ORDERED that this action is stayed pending a transfer decision from the Judicial Panel on Multidistrict Litigation, remand to state court, or further order of this court.

SO ORDERED, this the 1st day of November, 2006.

s/ Michael T. Parker

United States Magistrate Judge

## **EXHIBIT K**

Case 3:06-cv-02574-H-AJB Filed 02/02/2007 Page 1 of 4 Document 19 1 2 3 4 5 6 7 UNITED STATES DISTRICT COURT 8 SOUTHERN DISTRICT OF CALIFORNIA 9 10 EDNA GOYA, an individual, CASE NO. 06-CV-2574 H (AJB) 11 Plaintiff. ORDER DENYING 12 MERCK & CO.'S MOTION VS. FOR A STAY WITHOUT 13 PREJUDICE AND DEFERRING RULING ON 14 MERCK & CO., INC., a corporation; MCKESSON CORPORATION, a MOTION TO REMAND (Doc. Nos. 6 & 10) 15 corporation; and DOES 1-100, inclusive, 16 Defendants. 17 Defendant Merck & Co., Inc. ("Merck") removed this case from state court on 18

Defendant Merck & Co., Inc. ("Merck") removed this case from state court on November 21, 2006. (Doc. No. 1.) In her complaint, Plaintiff Edna Goya alleges that she suffered injuries caused by her use of Merck's product, Fosamax. (Id.) On December 14, 2006, Merck filed a motion to stay proceedings. (Doc. No. 6.) Plaintiff filed a response in opposition on December 29, 2006. (Doc. No. 9.) Merck filed a reply on January 3, 2007. (Doc. No. 12.) On January 3, 2007, Defendant McKesson Corporation filed a notice that it joins in Merck's request for a stay. (Doc. No. 14.) In its motion, Merck asks the Court to stay the proceedings pending a decision by the Judicial Panel on Multidistrict Litigation ("JPMDL") as to whether this action should be transferred to In re Fosamax Prods. Liab. Litig., MDL No. 1789, currently pending before Judge John Keenan in the Southern District of New York.

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On December 29, 2006, Plaintiff filed a motion to remand. (Doc. No. 10.) Merck filed a response in opposition on January 26, 2007. (Doc. No. 18.) McKesson filed a joinder in Merck's response on January 23, 2007. (Doc. No. 17.)

As indicated in a previous order, pursuant to its discretion under Civil Local Rule 7.1(d)(1), the Court submits the motions on the papers without oral argument.

On December 27, 2006, the JPMDL entered an order conditionally transferring this case to the <u>In re Fosamax</u> proceedings. (Jeffrey M. Tanzer Decl. Supp. Def.'s Reply Supp. Mot. to Stay Proceedings, Ex. 1.) Plaintiff indicates that she will oppose final transfer, however. If Plaintiff files an opposition, according to Rule 7.4 of the Rules of Procedure of the JPMDL, the conditional transfer order will be stayed until further order of the JPMDL, and the JPMDL will set the matter for hearing. <u>See</u> Rules of Procedure of the JPMDL, Rule 7.4(c)-(d). Then, the JPMDL will determine whether to issue a final transfer order.

Under the rules of procedure of the JPMDL, a pending conditional transfer order does not affect pretrial proceedings in the district court and does not in any way limit the pretrial jurisdiction of the district court. See Rule 1.5 of the Rules of Procedure for the Judicial Panel on Multidistrict Litigation. Nevertheless, district courts have inherent power to stay their own proceedings. The power to stay a case is "incidental to the power inherent in every court to control the disposition of the causes on its docket with economy of time and effort for itself, for counsel, and for litigants." Landis v. N. Am. Co., 299 U.S. 248, 254 (1936); see also CMAX, Inc. v. Hall, 300 F.2d 265, 268 (9th Cir. 1962). Whether to grant a stay is left to the sound discretion of the trial court. CMAX, Inc., 300 F.2d at 268. Courts generally take into consideration judicial economy and prejudice to the parties in determining whether to enter a stay. See, e.g., Rivers v. Walt Disney Co., 980 F. Supp. 1358, 1360 (C.D. Cal. 1997); see also Landis, 299 U.S. at 254-55.

Given that this case was recently filed and the JPMDL has already entered a conditional transfer order, the Court finds that a formal stay is not required to preserve

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judicial resources and to avoid prejudice to Merck. Accordingly, the Court **DENIES** Merck's motion for a stay without prejudice. The Court notes that at least 58 cases have already been transferred to the coordinated proceedings before Judge Keenan, and additional cases, such as this one, are currently awaiting transfer decisions by the JPMDL. Therefore, although the Court declines to impose a formal stay, the Court does not expect the parties to pursue the case or conduct any discovery while awaiting the JPMDL's decision.

Additionally, Plaintiff has recently filed a motion to remand this action. As at least one court has noted: "The general rule is for federal courts to defer ruling on pending motions to remand in MDL litigation until after the JPMDL has transferred the case to the MDL panel." Jackson v. Johnson & Johnson, Inc., No. 01-2113 DA, 2001 WL 34048067, at \*6 (W.D. Tenn. April 3, 2001); see also In re Amino Acid Lysine Antitrust Litig., 910 F. Supp. 696, 700 (J.P.M.L. 1995) ("[T]he pending motion to remand . . . can be presented to and decided by the transferee judge."). Accordingly, the Court will **DEFER** ruling on Plaintiff's motion to remand for 60 days, subject to further deferral if the JPMDL has not entered a final ruling on transfer at that time. If the JPMDL declines to enter a final transfer order, the motion to remand will be pending before this Court. If, however, the JPMDL enters a final transfer order consolidating this case for pretrial proceedings in the Southern District of New York, the Court notes that the motion will be pending before the transferee court and no longer before this Court.

IT IS SO ORDERED.

Dated: February 1, 2007

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Case 3:06-cv-02574-H-AJB Document 19 Filed 02/02/2007 Page 4 of 4 Copies To: Magistrate Judge Battaglia Hector G. Gancedo Tina B. Neives Amy M. Boomhouwer Gancedo & Nieves, LLP 144 W. Colorado Blvd. Pasadena, CA 91105 Douglas Emhoff Jeffrey Tanzer Venable LLP 2049 Century Park East, Suite 2100 Los Angeles, CA 90067 -4-06cv2574